

Adopt 2 Cal. Code Regs. Section 18530.3 to read:

18530.3. Contributions to Political Party Committees; Mixed Federal and Non-Federal Expenditures

(a) Other than contributions and expenditures regulated exclusively by federal law, all contributions received by a political party committee as defined by Government Code section 85205, including contributions deposited into “Levin fund” accounts described at part 300, 11 Code of Federal Regulations, and all payments made by a political party committee, shall be reported under the provisions of this title. [Option 1: The limitation set forth at Government Code section 85303(b) applies to all contributions described in this subdivision for the purpose of making contributions for the support or defeat of candidates for elective state office, including contributions to Levin Fund accounts.]

(b) If federal law requires that a payment for mixed federal and state or local activities be made from a committee’s federal account, but permits reimbursement to the federal account from a non-federal account maintained by the committee, the payment by the federal account shall be reported [Option 2: ~~reported~~ deemed and reported as a transfer of individual contributions, held by the federal account, from the federal to the non-federal account], to the extent that the non-federal account does not reimburse the federal account in an amount equal to the value received by the non-federal account. [Option 3: Federal rules prescribing a fixed minimum percentage that must be attributed to expenditures supporting or opposing a federal candidate shall not be deemed to establish the value of expenditures supporting or opposing state or local candidates or measures, if the federal rules do not accurately reflect the actual value of expenditures supporting or opposing state or local candidates or measures.]

[Option 2a: (c) Contributions transferred from federal to non-federal accounts under subdivision (b) shall be allocated among all persons who have contributed to the federal account

1 since January 1 of the prior calendar year. No contribution attributed to a particular contributor
2 under this subdivision shall constitute a violation of Government Code section 85303(b) if the
3 contributor did not expressly so allocate the contribution at the time it was originally made.]

4 **[Option 3a:** (d) Expenditures by a political party committee for office overhead, voter
5 registration drives, generic party building activities, fundraising, and similar expenditures which
6 are not contributions or independent expenditures intended to support or oppose particular state
7 or local candidates or ballot measures, may be apportioned by any reasonable accounting method
8 between expenditures attributable to federal party activities and to state or local party activities,
9 including allocation methods prescribed by federal law.]

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11 NOTE: Authority cited: Section 83112, Government Code.
12 Reference: Section 85303, Government Code.